

The PRESIDING OFFICER (Mr. ASHCROFT). The clerk will read the two bills for the second time.

The legislative clerk read as follows:

A bill (S. 1322) to provide for the relocation of the U.S. Embassy in Israel to Jerusalem, and for other purposes.

Mr. DOLE. Mr. President, I object to further proceedings on this matter at this time.

The PRESIDING OFFICER. Without objection, the bill will be placed on the calendar.

The legislative clerk read as follows:

A bill (S. 1328) to amend the commencement dates of certain temporary Federal judgeships.

Mr. DOLE. I object to further proceedings on this bill at this time.

The PRESIDING OFFICER. Without objection, the bill will be placed on the calendar.

Mr. DOLE. Mr. President, is the Senator from Wyoming seeking recognition?

Mr. THOMAS. Yes.

#### MORNING BUSINESS

The PRESIDING OFFICER. Under the previous order, there will now be a period for the transaction of morning business not to extend beyond the hour of 2 p.m., with Senators permitted to speak therein for up to 5 minutes each.

Under the previous order, the Senator from Wyoming [Mr. THOMAS] or his designee is recognized to speak for up to 60 minutes.

#### THE BUDGET

Mr. THOMAS. Mr. President, let me first allay any fears that I intend to speak for 60 minutes. But I do have some colleagues who will join in using this opportunity to talk about where we are going in the next several weeks. Of course, what we do in the next several weeks is relatively less important than the impact on where we are going in the next century. It is my belief and the belief of many of us that we have the opportunity during this time to make a great deal of difference, and much of it has to do with the budget. It has to do with our ability to be responsible in spending and what we do.

I would like, if the Senator from New Mexico is ready, to yield to have some basic comments with respect to the budget and where we are going with the budget. So if I might, Mr. President, I will yield to my colleague from New Mexico, the chairman of the Budget Committee.

Mr. DOMENICI. I thank the Senator very much.

The PRESIDING OFFICER. The Senator from New Mexico.

#### A BALANCED BUDGET

Mr. DOMENICI. First of all, let me in advance thank Senator COCHRAN for organizing this time. I am only going to use a few minutes because I get more

than enough time in expressing budget and fiscal problems for our country. But today I want to start by saying the long, long journey of getting to a balanced budget from the standpoint of the Senate and all of the committees of this Senate doing their work is completed as of now.

In fact, just about a half-hour ago, dated today, I received a letter from the Congressional Budget Office directed to me as chairman of the Budget Committee signed by Dr. June O'Neill, Director of the Congressional Budget Office, that says when we pass in the Senate and if the President will just sign what we have done, we have a balanced budget, literally. For the first time in more than 25 years we have put together a package of reforms and changes, restraints and modifications in the law such that the authenticator of our budgets, the institution created to tell us the truth, has said in this letter that we have a balanced budget.

Now, for many of us, this letter has been years, years, and years in the making, and for some who have joined us recently, like the occupant of the chair and my good friend from Wyoming, they came and they lent their support to this very, very important endeavor in their first year of what may be for them many years of being Senators when the United States spends only what it takes in and establishes a new premise that we will only fund what we can afford.

So it is with a great deal of pleasure that I kick off this 1 hour today, and many to follow, when we explain why we are doing what we are doing by saying to those who want future Americans to have a better standard of living, for those seniors, those parents across this land that are wondering why cannot our children have a better standard of living, why cannot they get better paychecks. This is the beginning of the reinstating across this land a U.S. economy that can grow and prosper with low inflation and provide an increasing standard of living.

Why? Because it is obvious when you borrow so much money to pay for Government that you probably could not afford, you siphon off the resources and the productivity of our people, young and old. Those around now and those who will be here in a couple years, you take their productivity and their wealth and you say the U.S. Government needs that. We need it, to borrow it, to pay our bills, which we should not have incurred in the first place. Mr. President, \$4.6 trillion of that kind of debt, which sooner or later will stop growing when all these bills we are going to send to the President gets real and says how we will do it with real numbers, not with phony economic numbers.

I repeat, it would not have been very difficult to get this letter from the Director of the Budget Office if we had the luxury that the President had. The President found \$475 billion without

cutting anything, without reforming anything. He just said, "We'll have better numbers than the Congressional Budget Office. Things are just going to be so much better, Medicaid is not going to cost so much. You don't have to change it. It is just going to stop costing so much."

"Medicare, you know, it is also going to stop costing so much," said the President. "We are going to save a bunch of money because the costs are going to start going down." He said, "We're going to pick up interest." He says we are going to pick up \$175 billion because he thinks we are going to grow more than the Congressional Budget Office says, again, the authenticator of truism and the opposite of smoke and mirrors that we so long looked for around here and now we have.

So when the President comes to the party, after we have done what this CBO Director says, after we pass what she says will get you the balance, the ball is going to be in the President's court. What does he want to do about it? We already had the Secretary of the Treasury, with weeping and gnashing of teeth about the debt limit, making changes in advance of what he assumes might happen around here.

Mr. Secretary of the Treasury, while we recognize and respect your past business performance, we insist that you understand that we want, too, a balanced budget. We do not want America to default on its debt. But, Mr. Secretary, we want a balanced budget. And we believe that the CBO Director told us today how you do it. You do not dream up better numbers so you do not have to do so much, you do what must be done. No smoke and mirrors. Reform the entitlement programs. You will get there. America will have a much better place for its youngsters to grow up in and have the opportunity to prosper and grow in.

So, I will ask unanimous consent that the letter, and for those interested, the attached charts be printed in the RECORD. The charts are now attached. And believe it or not, in 2002, the Congressional Budget Office, without a rosy scenario, with conservative economics, real estimates, says we will have a \$10 billion surplus.

Now, I know for many that is one of these "believe it or not," is it not? It has been so long since we ever thought about this seriously. You never thought we could get there. And I might conclude after all my years of trying to get there, I never thought we would be here today, and next week and the week after when we vote to do this. And I would hope some of those on the other side of the aisle will help us do it. I am not sure they will. But I hope they do not rely on the President's budget as a means of getting there.

I have heard some very, very expert members of the Democratic Party on that side of the aisle talk about the need to reform entitlement programs.